



Jamaica Stock Exchange's Monthly Regulatory Report August 2018

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Overview

This is the Jamaica Stock Exchange's (JSE) August 2018 Monthly Regulatory Report. The report gives a synopsis of the following regulatory activities:

1. Member-dealers' reporting,
2. Listed companies' submissions,
3. Market surveillance and compliance activities,
4. Regulatory breaches and enforcement actions.

Member-Dealers' Reporting

In accordance with JSE Rule 209 (A) member-dealers were required to file Monthly Reports for the period ended July 31, 2018 by August 31, 2018. For the reporting period, twelve (12) Monthly Reports were due and submitted on time.

Based on JSE Rule 209 (B) member-dealers were required to file Quarterly Reports for the period ended July 31, 2018 by August 31, 2018. For the reporting period, one (1) Monthly Reports was due and submitted on time.

Under JSE Rule 209 (C) member-dealers with financial year ended May 31, 2018 were required to file their Audited Reports by August 31, 2018. No Reports were due, hence no filings were made.

The aggregate compliance rate for member-dealers' filing of Monthly, Quarterly and Audited Reports for the period ended August 31, 2018 was 100%. For the 2017 comparative period member-dealers' aggregate compliance rate was also 100%. For the period, all member-dealers satisfied the JSE's Excess Net Free Capital (ENFC) requirement as prescribed by JSE Rule Appendix 12 – Member/Dealers' Report and Financial Information, which is represented in Table 1 below.

Table 1

Member-Dealers' Excess Net Free Capital (ENFC) as at July 31, 2018		
ENFC Range(\$M)	# Of Member-Dealers July 2018	# Of Member-Dealers July 2017
Below 0	0	0
0 - 299	1	3
300 – 899	4	3
900 – 1,999	1	3
2,000 – 5,999	3	1
6,000 and above	3	3

Listed Companies' Submissions

Listed Companies were required to file Unaudited Reports for the period ended July 31, 2018 by August 14, 2018. Listed Companies with year ended May 31, 2018 that selected the 60-days filing option were required to file Audited Statements by July 30, 2018. Additionally, Listed Companies with year ended March 31, 2018 were required to file Annual Reports by July 29, 2018. The filing statistics are represented in Table 2 below:

Table 2

Listed Companies' Financial Submissions								
August 2018					August 2017			
Reports	Total Due	Timely Filing	Late	Outstanding	Total Due	Timely Filing	Late	Outstanding
Unaudited	54	49	3	2	47	45	1	1
Audited	5	3	0	2	5	2	0	3
Annual	2	2	0	0	2	1	1	0

*Key: Late reports are filings after the due date that came in before the close of the month.
Outstanding reports are due reports that were not received as at the close of the month.*

Market Surveillance and Compliance Activities

Market surveillance and compliance issues that were brought to the attention of the JSE as at August 31, 2018 amounted to Thirty-six (30) versus Thirty-Seven (37) for August 2017. Further statistics of JSE's market surveillance and compliance activities are presented in Table 3 below.

Table 3

Market Surveillance & Compliance Log					
Total Issues		Issues Closed		Issues Unclosed	
Aug 2018	Aug 2017	Aug 2018	Aug 2017	Aug 2018	Aug 2017
36	37	32	30	4	7
Y-T-D '18	Y-T-D '17	Y-T-D '18	Y-T-D '17	Y-T-D '18	Y-T-D '17
348	221	337	210	11	11

List of Regulatory Breaches and Enforcement Actions

The list of regulatory breaches and enforcement actions for the period ended August 31, 2018 is presented at Table 4.

Table 4

#	Entity	Code	Rule	Details
1	Consolidated Bakeries Jamaica Limited	JMC	JSE Junior Market Rule Appendix 2, Part 4 (3) – Annual Report	The Company’s Annual Report for the year ended December 31, 2017, which became due on April 30, 2018, is outstanding as at May 1, 2018.
2	Sweet River Abattoir & Supplies Co. Ltd.	JMC	JSE Junior Market Rule Appendix 2, Part 4 (2) – Audited Annual Financial Statements	The Company’s Audited Financial Statements for the year ended March 31, 2018, which became due on June 29, 2018, was submitted on September 26, 2018. The Company provided a notice of the delay in accordance with the rules of the JSE’s Junior Market. Due to the filing of the Audited Financial Statements on September 26, 2018, the Company breached JSE Junior Market Rule Appendix 2, Part 4 (2).
3	1834 Investments Limited	MMC	JSE Rule 409 – Annual Report	The Company’s Annual Report for the year ended March 31, 2018, which became due on July 29, 2018, is outstanding as at July 30, 2018.
4	Sweet River Abattoir & Supplies Co. Ltd.	JMC	JSE Junior Market Rule Appendix 2, Part 4 (3) - Annual Report	The Company’s Annual Report for the year ended March 31, 2018, which became due on July 29, 2018, is outstanding as at July 30, 2018. The Company provided a notice of the delay.
5	Express Catering Limited	JMC	JSE Junior Market Rule Appendix 2, Part 4 (2) – Audited Annual Financial Statements	The Company’s Audited Financial Statements for the year ended May 31, 2018, which became due on July 30, 2018, was submitted on September 5, 2018. The Company provided a notice of the delay in accordance with the rules of the JSE’s Junior Market. Due to the filing of its Audited Financial Statements on September 5, 2018, ECL breached JSE Junior Market Rule Appendix 2, Part 4 (2) (a)(i).
6	Mayberry Investments Limited	M/D	JSE Rule 209a – Financial Returns – Monthly Returns	The Firm submitted an incomplete Broker Report for the month ended June 30, 2018. The report became due on July 31, 2018. A complete filing was made on August 2, 2018. Consequently, the firm was subjected to JSE Rule 211 B.

7	1834 Investments Limited	MMC	JSE Rule 407 – Quarterly Financial Statements.	The Company's 1 st Quarter Unaudited Financial Statements for the period ended June 30, 2018, which became due on August 14, 2018 was submitted on September 17, 2018. The Company provided a notice of the delay in accordance with the rules of the JSE. Due to the filing of the 1st Quarter Unaudited Financial Statements on September 17, 2018 the Company breached JSE Rule 407 and was subjected to JSE Rule Appendix 3, Section 16 (v).
8	General Accident Insurance Limited	JMC	JSE Junior Market Rule Appendix 2, Part 4(1)(b)(i) –Quarterly Financial Statements	The Company's 2 nd Quarter Financial Statements for the period ended June 30, 2018 that was filed with the JSE on August 14, 2018, did not include the quarterly information in the Statement of Comprehensive Income as required by IAS 34.20. The Company filed an amended statement on August 16, 2018, which satisfied JSE Junior Market Rule Appendix 2, Part 4(1)(b)(i) – Requirements for Financial Reporting.
9	Sweet River Abattoir & Supplies Co. Ltd.	JMC	JSE Junior Market Rule Appendix 2, Part 4(1)(b)(i) –Quarterly Financial Statements	The Company's 1 st Quarter Unaudited Financial Statements for the period ended June 30, 2018, which became due on August 14, 2018 is outstanding as at August 15, 2018.
10	Derrimon Trading Company Limited	JMC	JSE Junior Market Rule Appendix 2, Part 4(1)(b)(i) –Quarterly Financial Statements	The Company's 1 st Quarter Unaudited Financial Statements for the period ended June 30, 2018, which became due on August 14, 2018, was submitted on August 15, 2018.
11	Jetcon Corporation Limited	JMC	JSE Junior Market Rule Appendix 2, Part 4(1)(b)(i) –Quarterly Financial Statements	The Company's 1 st Quarter Unaudited Financial Statements for the period ended June 30, 2018, which became due on August 14, 2018, was submitted on August 16, 2018.
12	Consolidated Bakeries Jamaica Limited	JMC	JSE Junior Market Rule Appendix 2, Part 4(1)(b)(i) –Quarterly Financial Statements	The Company's 1 st Quarter Unaudited Financial Statements for the period ended June 30, 2018, which became due on August 14, 2018, was submitted on August 16, 2018.
13	General Accident Insurance Limited	JMC	JSE Junior Market Rule Appendix 2, Part 8, Section 9 (b)	The Company provided notification on August 28, 2018 of dealings in its securities by a Director on August 20, 2018. Given the JSE Junior Market Rule Part 8, 9 (b) the notice to the Exchange was one (1) day late.

14	Pulse Investments Limited	MMC	JSE Rule 408 – Audited Annual Financial Statement	The Company's Audited Financial Statements for the period ended June 30, 2018, which became due on August 29, 2018, is outstanding as at August 30, 2018. The Company provided a notice of the delay.
15	Cable Bahamas Limited	MMC	JSE Rule 408 – Audited Annual Financial Statement	The Company's Audited Financial Statements for the period ended June 30, 2018, which became due on August 29, 2018, is outstanding as at August 30, 2018. The Company provided a notice of the delay.
16	Key Insurance	MMC	JSE Junior Market Rule Appendix 2, Part 8, Section 9 (b)	The Company provided notification on September 4, 2018 of dealings in its securities by a Director on August 24, 2018. Given the JSE Junior Market Rule Part 8, 9 (b) the notice to the Exchange was four (4) days late.

Code Key:

1. JMC – Junior Market Company
2. MMC – Main Market Company
3. M/D – Member-Dealer
4. O – Others

The RMOD undertakes enforcement actions as prescribed by the JSE rules. Enforcement actions take the form of fines; suspension and delisting that are imposed on entities that are found to be in breach of the rules and regulations of JSE.